

**WORKFORCE SAFETY & INSURANCE**  
**INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2006**

	January-06				December-05				September-05				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Quarter	Net ROR	Market Value	Allocation	Quarter	Net ROR	FYTD	FY05	Ended	Ended
		Actual	Policy			Actual	Policy			Actual	Policy		Net	Net	6/30/2005	6/30/2005
															Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																
<i>Structured Growth</i>																
Los Angeles Capital	18,642,532	1.5%	1.5%	4.01%	18,931,462	1.6%	1.5%	3.06%	19,859,838	1.7%	1.5%	5.46%	13.04%	7.56%	N/A	N/A
<b>Total Structured Growth</b>	<b>18,642,532</b>	<b>1.5%</b>	<b>1.5%</b>	<b>4.01%</b>	<b>18,931,462</b>	<b>1.6%</b>	<b>1.5%</b>	<b>3.06%</b>	<b>19,859,838</b>	<b>1.7%</b>	<b>1.5%</b>	<b>5.46%</b>	<b>13.04%</b>	<b>7.56%</b>	<b>7.46%</b>	<b>-9.18%</b>
Russell 1000 Growth				1.76%				2.98%				4.01%	8.99%	1.68%	7.26%	-10.36%
<i>Structured Value</i>																
LSV	19,128,572	1.6%	1.5%	4.63%	18,338,320	1.5%	1.5%	1.52%	19,996,892	1.7%	1.5%	5.06%	11.59%	18.35%	14.73%	14.78%
Russell 1000 Value				3.88%				1.27%				3.88%	9.28%	14.06%	11.00%	6.55%
<i>Russell 1000 Enhanced Index</i>																
LA Capital	37,483,885	3.1%	2.9%	4.33%	37,606,955	3.2%	2.9%	2.29%	39,664,877	3.4%	2.9%	6.45%	13.60%	7.93%	N/A	N/A
Russell 1000				2.80%				2.12%				3.95%	9.13%	7.92%	N/A	N/A
<i>S&amp;P 500 Enhanced Index</i>																
Westridge	40,036,794	3.3%	2.9%	2.68%	39,118,478	3.3%	2.9%	2.10%	38,404,313	3.2%	2.9%	3.64%	8.65%	6.58%	N/A	N/A
S&P 500				2.65%				2.09%				3.60%	8.57%	6.32%	N/A	N/A
<i>Index</i>																
State Street	12,280,565			2.64%	12,003,989			2.07%	12,722,962			3.58%	8.51%	6.27%	8.22%	-2.45%
<b>Total Index</b>	<b>12,280,565</b>	<b>1.0%</b>	<b>1.0%</b>	<b>2.64%</b>	<b>12,003,989</b>	<b>1.0%</b>	<b>1.0%</b>	<b>2.07%</b>	<b>12,722,962</b>	<b>1.1%</b>	<b>1.0%</b>	<b>3.58%</b>	<b>8.51%</b>	<b>6.27%</b>	<b>8.22%</b>	<b>-2.45%</b>
S&P 500				2.65%				2.09%				3.60%	8.57%	6.32%	8.28%	-2.37%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>127,572,348</b>	<b>10.6%</b>	<b>9.8%</b>	<b>3.65%</b>	<b>125,999,204</b>	<b>10.6%</b>	<b>9.8%</b>	<b>2.20%</b>	<b>130,648,882</b>	<b>11.0%</b>	<b>9.8%</b>	<b>4.97%</b>	<b>11.19%</b>	<b>8.89%</b>	<b>9.59%</b>	<b>-0.28%</b>
S&P 500				2.65%				2.09%				3.60%	8.57%	6.32%	8.28%	-2.37%
<b>SMALL CAP DOMESTIC EQUITY</b>																
<i>Manager-of-Managers</i>																
SEI	42,907,213	3.6%	3.3%	9.03%	40,739,632	3.4%	3.3%	0.95%	44,700,311	3.8%	3.3%	5.46%	16.09%	9.32%	13.32%	N/A
Russell 2000 + 200bp				9.13%				1.64%				5.21%	16.70%	11.64%	15.07%	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>42,907,213</b>	<b>3.6%</b>	<b>3.3%</b>	<b>9.03%</b>	<b>40,739,632</b>	<b>3.4%</b>	<b>3.3%</b>	<b>0.95%</b>	<b>44,700,311</b>	<b>3.8%</b>	<b>3.3%</b>	<b>5.46%</b>	<b>16.09%</b>	<b>9.32%</b>	<b>13.32%</b>	<b>5.50%</b>
Russell 2000				8.97%				1.13%				4.69%	15.37%	9.45%	12.81%	5.71%
<b>INTERNATIONAL EQUITY</b>																
<i>Large Cap - Active</i>																
Capital Guardian	43,738,160	3.6%	3.2%	5.35%	45,739,023	3.8%	3.2%	9.64%	45,099,825	3.8%	3.2%	12.11%	29.50%	10.32%	7.44%	-3.80%
LSV	42,801,733	3.6%	3.2%	5.45%	40,616,377	3.4%	3.2%	4.29%	45,435,757	3.8%	3.2%	11.20%	22.30%	N/A	N/A	N/A
<b>Total Large Cap - Active</b>	<b>86,539,893</b>	<b>7.2%</b>	<b>6.4%</b>	<b>5.40%</b>	<b>86,355,399</b>	<b>7.2%</b>	<b>6.4%</b>	<b>6.96%</b>	<b>90,535,583</b>	<b>7.7%</b>	<b>6.4%</b>	<b>11.67%</b>	<b>25.88%</b>	<b>13.23%</b>	<b>12.39%</b>	<b>7.26%</b>
MSCI EAFE - 50% Hedged				4.98%				5.84%				11.07%	23.41%	14.41%	8.84%	-2.61%
<i>Small Cap - Value</i>																
Lazard	10,843,864	0.9%	0.8%	7.00%	10,142,051	0.9%	0.8%	3.01%	10,859,554	0.9%	0.8%	9.94%	21.18%	18.18%	N/A	N/A
Citigroup Broad Market Index < \$2BN				6.20%				8.94%				12.05%	29.63%	21.33%	N/A	N/A
<i>Small Cap - Growth</i>																
Vanguard	11,232,834	0.9%	0.8%	7.37%	10,471,744	0.9%	0.8%	4.92%	10,987,641	0.9%	0.8%	10.41%	24.38%	24.11%	N/A	N/A
Citigroup Broad Market Index < \$2BN				6.20%				8.94%				12.05%	29.63%	21.33%	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>108,616,591</b>	<b>9.0%</b>	<b>8.0%</b>	<b>5.74%</b>	<b>106,969,195</b>	<b>9.0%</b>	<b>8.0%</b>	<b>6.37%</b>	<b>112,382,777</b>	<b>9.5%</b>	<b>8.0%</b>	<b>11.37%</b>	<b>25.28%</b>	<b>15.34%</b>	<b>10.62%</b>	<b>-2.10%</b>
MSCI EAFE - 50% Hedged				4.98%				5.84%				11.07%	23.41%	14.41%	8.84%	-2.61%
<b>DOMESTIC FIXED INCOME</b>																
<i>Core Bond</i>																
Western Asset	212,559,923	17.7%	16.7%	0.44%	211,048,811	17.7%	16.7%	0.28%	204,437,569	17.3%	16.7%	-0.41%	0.31%	7.14%	7.36%	8.59%
Lehman Aggregate				0.01%				0.59%				-0.67%	-0.08%	6.80%	5.75%	7.40%
<i>Index</i>																
Bank of ND	189,225,156	15.7%	16.7%	-0.24%	189,883,409	15.9%	16.7%	0.44%	189,022,035	16.0%	15.4%	-0.84%	-0.64%	4.08%	5.66%	7.26%
Bank of ND CD'S	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	14,884,718	1.3%	1.3%	1.04%	N/A	3.89%	3.68%	4.39%
<b>Total Index</b>	<b>189,225,156</b>	<b>15.7%</b>	<b>16.7%</b>	<b>-0.24%</b>	<b>189,883,409</b>	<b>15.9%</b>	<b>16.7%</b>	<b>0.44%</b>	<b>203,906,753</b>	<b>17.2%</b>	<b>16.7%</b>	<b>-0.71%</b>	<b>-0.51%</b>	<b>4.08%</b>	<b>5.41%</b>	<b>7.00%</b>
Lehman Gov/Credit (1)				-0.18%				0.60%				-0.96%	-0.55%	4.80%	5.82%	7.35%
<i>BBB Average Quality</i>																
Wells Capital (formerly Strong)	211,215,904	17.5%	16.7%	-0.02%	210,609,554	17.7%	16.7%	0.58%	202,116,214	17.1%	16.7%	-1.05%	-0.49%	9.14%	9.20%	N/A
Lehman US Credit BAA				-0.13%				0.39%				-0.97%	-0.72%	8.60%	9.42%	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>613,000,984</b>	<b>50.9%</b>	<b>50.0%</b>	<b>0.07%</b>	<b>611,541,774</b>	<b>51.3%</b>	<b>50.0%</b>	<b>0.42%</b>	<b>610,460,535</b>	<b>51.6%</b>	<b>50.0%</b>	<b>-0.72%</b>	<b>-0.23%</b>	<b>6.23%</b>	<b>7.14%</b>	<b>8.14%</b>
Lehman Gov/Credit				-0.18%				0.60%				-0.96%	-0.55%	7.26%	6.41%	7.70%
<b>TREASURY INFLATION PROTECTED SECURITIES (TIPS)</b>																
Northern Trust Global Investments	134,741,631	11.2%	11.0%	0.08%	135,630,304	11.4%	11.0%	0.09%	136,260,201	11.5%	11.0%	0.02%	0.19%	9.22%	N/A	N/A
Western	134,873,119	11.2%	11.0%	0.18%	135,042,005	11.3%	11.0%	-0.28%	136,168,139	11.5%	11.0%	-0.05%	-0.16%	9.07%	N/A	N/A
<b>TOTAL TIPS</b>	<b>269,614,750</b>	<b>22.4%</b>	<b>22.0%</b>	<b>0.13%</b>	<b>270,672,309</b>	<b>22.7%</b>	<b>22.0%</b>	<b>-0.09%</b>	<b>272,428,340</b>	<b>23.0%</b>	<b>22.0%</b>	<b>-0.02%</b>	<b>0.02%</b>	<b>9.16%</b>	<b>N/A</b>	<b>N/A</b>
LB US TIPS Index				-0.01%				0.11%				0.02%	0.12%	9.77%	N/A	N/A
<b>REAL ESTATE</b>																
JP Morgan	38,124,583	3.2%	6.0%	1.46%	27,640,692	2.3%	6.0%	N/A	-	0.0%	6.0%	N/A	N/A	N/A	N/A	N/A
NCREIF Total Index				1.78%				5.43%				4.44%	12.07%	15.97%	N/A	N/A
<b>CASH EQUIVALENTS</b>																
Bank of ND	3,985,686	0.3%	1.0%	0.39%	8,833,010	0.7%	1.0%	1.07%	12,269,535	1.0%	1.0%	0.93%	2.41%	2.46%	1.74%	2.68%
90 Day T-Bill				0.32%				0.92%				0.83%	2.08%	2.15%	1.55%	2.62%
<b>TOTAL WSI</b>	<b>1,203,822,155</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.31%</b>	<b>1,192,395,815</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.95%</b>	<b>1,182,890,380</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.37%</b>	<b>3.68%</b>	<b>7.18%</b>	<b>8.58%</b>	<b>5.00%</b>
<b>POLICY TARGET BENCHMARK</b>				<b>0.96%</b>				<b>1.37%</b>				<b>1.18%</b>	<b>3.55%</b>	<b>8.26%</b>	<b>8.13%</b>	<b>5.13%</b>

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.